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SOUTH BEND-LAPORTE-ELKHART, INDIANA MILK MARKET NEWS

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Federal Order No. 31
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Market Administrator
220 South William Street
P. O. Box 216
South Bend, Indiana, 46624

CURRENT SERIAL RECORDS

Issued for Information of Producers
Who Are Not Members of Cooperative Associations

Vol. VII, No. 8

August 1963

JULY BASE PRICE \$3.92

Dairy farmers will receive a base price of \$3.92 for July 1963 deliveries of Grade A base milk to handlers under the South Bend-LaPorte-Elkhart, Indiana, milk order. This base price is based upon a butterfat test of 3.5 percent, and will be adjusted by a differential of 7 cents for each one tenth percent that tests vary above or below the 3.5 percent standard. This price is 13 cents higher than the base price of July 1962.

JULY EXCESS PRICE \$2.98

July 1963 deliveries of Grade A excess milk to handlers under the South Bend-LaPorte-Elkhart, Indiana, milk order will be paid for at the rate of \$2.98 per hundredweight for 3.5 percent milk, and adjusted by the same differential of 7 cents as is used for base milk. These minimum prices are subject to a 4 cent per hundredweight marketing service deduction, together with the authorized hauling charge. This price is 8 cents higher than the excess price for July 1962. For comparative purposes, a uniform price of \$3.83 per hundredweight was computed, which is 25 cents higher than the computed price of June 1963 and 12 cents higher than for July 1962.

PRODUCER RECEIPTS

Daily production shows almost a 10 percent decrease from June 1963, but is less than 1 percent higher than in July 1962. Daily average herd production dropped 81 pounds per day from June, but is still 61 pounds per day more than a year ago. With an increase of 4 percent in daily Class I sales and the decrease in daily production of about 10 percent, the percentage of Class I utilization of producer milk climbed almost 9 percent. It is also 1.3 percent higher than a year ago.

AMENDMENT

Order No. 31 has been amended, effective August 8, 1963. The amendment deletes the base-excess plan that has been in effect since September 1, 1954. This means producers will not establish bases in the fall to be used as a basis for payment in the spring, but will be paid on a uniform price throughout the year.

CLASS I PRICE

The Class I price for the August 1963 delivery period will be \$4.33 per hundredweight for 3.5 percent milk. This price was computed by adding \$1.30 per hundredweight to the basic formula price (\$3.09), minus the 6 cent supply-demand adjustment. The supply-demand adjustment for the September 1963 delivery period will be a minus 8 cents.

ORDER NO. 31 PRICES

Class Prices and Uniform Prices Per Cwt. for 3.5% Milk
Average Prices For The Years 1954-1960 And By Months From 1961 To Date

Year and Month	CLASS I			CLASS II			CLASS III		UNIFORM PRICES	
	Differ- ential	Supply Demand	Milk Price	Differ- ential	Milk Price	Milk Price	Milk Price	B. F.	Differ- ential	
1954	\$ 1.10	\$ - .243	\$3.930	\$ --	\$ --	\$2.874	\$3.636	\$.072		
1955	1.10	- .134	4.000	--	--	3.018	3.785	.069		
1956	1.22	- .049	4.277	--	--	3.118	4.005	.071		
1957	1.10	- .177	4.060	.59	3.688	3.126	3.833	.071		
1958	1.08	- .118	3.980	.60	3.611	3.009	3.777	.070		
1959	1.10	+ .075	4.188	.60	3.608	3.018	3.966	.072		
1960	1.10	- .008	4.220	.60	3.720	3.150	3.988	.071		
<u>1961</u>										
Jan.	\$ 1.10	\$ - .06	\$4.48	\$.70	\$4.14	\$3.42	\$4.26	\$.073		
Feb.	1.10	- .02	4.50	.70	4.12	3.24	4.26	.073		
Mar.	.90	- .02	4.12	.45	3.69	3.23	3.94	.073		
Apr.	.90	- .02	4.11	.45	3.68	3.23	3.91*	.073		
May	.90	.00	4.13	.45	3.68	3.19	3.84*	.073		
June	.90	+ .02	4.11	--	3.30	3.12	3.76*	.073		
July	1.10	+ .02	4.24	--	3.31	3.15	3.95*	.073		
Aug.	1.30	- .04	4.41	--	3.33	3.17	4.13	.073		
Sept.	1.30	- .06	4.41	--	3.33	3.18	4.16	.073		
Oct.	1.30	- .04	4.44	--	3.33	3.19	4.12	.073		
Nov.	1.30	+ .02	4.51	--	3.32	3.21	4.22	.073		
Dec.	1.10	- .02	4.29	--	3.34	3.19	4.00	.073		
Av.	\$ 1.10	\$ - .018	\$4.31	\$.55	\$3.55	\$3.21	\$4.05	\$.073		
<u>1962</u>										
Jan.	\$ 1.10	\$ - .12	\$4.17	\$ --	\$3.34	\$3.18	\$3.92	\$.073		
Feb.	1.10	- .10	4.18	--	3.33	3.14	3.92	.073		
Mar.	.90	- .10	4.09	--	3.32	3.06	3.85	.073		
Apr.	.90	- .08	4.03	--	3.14	2.93	3.69*	.070		
May	.90	- .04	3.91	--	3.09	2.90	3.55*	.070		
June	.90	- .04	3.87	--	3.08	2.89	3.54*	.070		
July	1.10	- .06	4.05	--	3.08	2.90	3.71*	.070		
Aug.	1.30	- .04	4.29	--	3.07	2.90	3.96	.070		
Sept.	1.30	- .04	4.30	--	3.10	2.91	4.00	.070		
Oct.	1.30	- .04	4.32	--	3.09	2.96	4.04	.070		
Nov.	1.30	+ .02	4.39	--	3.11	3.01	4.10	.070		
Dec.	1.10	+ .04	4.24	--	3.12	3.02	3.89	.070		
Av.	\$ 1.10	\$ - .05	\$4.15	\$ --	\$3.16	\$2.98	\$3.85	\$.071		
<u>1963</u>										
Jan.	\$ 1.10	\$ - .04	\$4.17	\$ --	\$3.13	\$3.03	\$3.87	\$.070		
Feb.	1.10	- .10	4.10	--	3.13	3.05	3.83	.070		
Mar.	.90	- .10	3.90	--	3.14	3.06	3.68	.070		
Apr.	.90	- .08	3.91	--	3.13	3.02	3.67*	.070		
May	.90	- .04	3.94	--	3.13	2.98	3.62*	.070		
June	.90	- .02	3.95	--	3.14	2.96	3.58*	.070		
July	1.10	- .02	4.16	--	3.13	2.98	3.83*	.070		
Aug.	1.30	- .06	4.33	--						

* The price shown here is the weighted average of the base price and the excess price.

SOUTH BEND-LAPORTE-ELKHART, INDIANA, MILK MARKET NEWS

Vol. VII, No. 8

UTILIZATION AND CLASSIFICATION OF MILK

August 1963

	July 1963 Reported Data		July 1962 Audited Data	
	Product Pounds	Butterfat Pounds	Product Pounds	Butterfat Pounds
CLASS I				
Milk	9,120,823	319,147	8,892,008	314,404
2% Skim Milk	754,602	16,411	--	--
Skim Milk	103,491	28	127,949	148
Fortified Skim Milk	50,053	220	712,811	15,235
Buttermilk	106,485	1,154	87,741	820
Flavored Milk & Drink	315,248	9,583	277,488	8,558
Cereal Mixture	152,547	18,518	155,680	19,285
Coffee Cream	7,724	1,509	10,480	2,033
Whipping Cream	20,732	7,973	20,335	7,853
Sour Cream	12,651	2,481	14,543	2,753
Eggnog	--	--	8	1
Total Class I Utilization	10,644,356	377,024	10,299,043	371,090
Add: Class I Shrinkage	66,445	2,888	68,997	3,895
Subtract: Other Source Receipts	62,848	2,207	341	341
Subtract: Overage	--	--	--	--
Net Class I	10,647,953	377,705	10,367,699	374,644
CLASS II				
Used to Produce Cottage Cheese	387,476	7,490	324,551	6,793
Subtract: Other Source Receipts	27	27	38	38
Subtract: Overage	--	--	--	--
Net Class II	387,449	7,463	324,513	6,755
CLASS III				
Class III Products	4,189,874	178,506	3,744,291	170,050
Inventory Variation	(142,067)	(12,646)	414,681	8,277
Total Class III Utilization	4,047,807	165,860	4,158,972	178,327
Add: Class III Shrinkage	186,696	10,009	246,096	7,018
Subtract: Other Source Receipts	282,155	21,276	245,573	22,142
Subtract: Overage	27,444	--	3,855	572
Net Class III	3,924,904	154,593	4,155,640	162,631
TOTAL PRODUCER RECEIPTS	14,960,306	539,761	14,847,852	544,030

MISCELLANEOUS INFORMATION

	July 1963	June 1963	July 1962
Average Daily Production	482,591#	533,850#	478,963#
July 1963 Production Compared With -	--	- 9.60%	+ 0.76%
Class I Daily Average	343,366#	329,575#	332,227#
July 1963 Sales Compared With -	--	+ 4.18%	+ 3.35%
Number of Producers	640	639	691
Daily Herd Production	754#	835#	693#
Av. Test of Producer Milk Received	3.6080%	3.6151%	3.6640%
Total Value Paid Producers	\$583,956.98	\$587,152.22	\$568,568.29
Av. Monthly Milk Check Per Farm	\$ 912.43	\$ 918.86	\$ 822.82
Av. Daily Milk Check Per Farm	\$ 29.43	\$ 30.63	\$ 26.54

RECEIPTS AND CLASSIFICATION OF PRODUCER MILK

	<u>CLASS I</u>		<u>CLASS II</u>		<u>CLASS III</u>		<u>Total</u> <u>Producer</u> <u>Receipts</u>
<u>Year</u>	<u>Pounds</u>	<u>Percent</u>	<u>Pounds</u>	<u>Percent</u>	<u>Pounds</u>	<u>Percent</u>	
1954	7,272,928	70.4	--	--	3,058,935	29.6	10,331,863
1955	8,692,563	76.3	--	--	2,695,649	23.7	11,388,212
1956	10,125,716	75.4	--	--	3,302,901	24.6	13,428,617
1957	11,720,328	70.8	1,107,967	6.7	3,725,823	22.5	16,554,118
1958	13,517,112	73.0	1,310,449	7.1	3,685,335	19.9	18,512,896
1959	16,589,993	76.9	1,211,475	5.6	3,769,307	17.5	21,570,775
1960	17,498,173	74.3	1,458,651	6.3	4,634,073	19.4	23,590,897
<u>1961</u>							
Jan.	19,690,835	75.4	1,428,275	5.5	4,975,674	19.1	26,094,784
Feb.	17,464,772	75.9	1,421,718	6.2	4,129,407	17.9	23,015,897
Mar.	12,420,107	75.6	382,047	2.3	3,627,652	22.1	16,429,806
Apr.	11,484,078	73.4	318,468	2.0	3,848,568	24.6	15,651,114
May	11,792,418	67.0	321,915	1.8	5,481,802	31.2	17,596,135
June	9,830,977	63.8	313,085	2.0	5,264,837	34.2	15,408,899
July	10,613,606	70.4	675,908	4.5	3,790,475	25.1	15,079,989
Aug.	11,084,817	75.8	693,508	4.7	2,844,025	19.5	14,622,350
Sept.	10,923,499	77.5	326,563	2.3	2,837,715	20.2	14,087,777
Oct.	12,181,290	73.3	338,433	2.0	4,105,238	24.7	16,624,961
Nov.	11,955,642	76.4	289,822	1.9	3,393,575	21.7	15,639,039
Dec.	11,801,030	72.3	279,474	1.7	4,250,327	26.0	16,330,831
Av.	12,603,589	73.1	565,768	3.1	4,045,775	23.8	17,215,132
<u>1962</u>							
Jan.	12,231,118	73.2	330,249	2.0	4,148,001	24.8	16,709,368
Feb.	11,188,371	73.3	389,585	2.6	3,678,047	24.1	15,256,003
Mar.	12,417,545	73.9	483,171	2.9	3,899,565	23.2	16,800,281
Apr.	11,110,184	68.6	364,144	2.2	4,732,699	29.2	16,207,027
May	11,414,525	63.7	340,658	1.9	6,176,413	34.4	17,931,596
June	10,651,666	66.4	300,014	1.9	5,079,736	31.7	16,031,416
July	10,378,121	69.9	322,423	2.2	4,147,090	27.9	14,847,634
Aug.	11,018,946	75.7	418,211	2.9	3,110,285	21.4	14,547,442
Sept.	11,381,995	77.3	326,964	2.2	3,008,081	20.5	14,717,040
Oct.	12,434,200	79.2	341,404	2.2	2,931,224	18.6	15,706,828
Nov.	11,945,879	77.7	359,223	2.3	3,075,136	20.0	15,380,238
Dec.	11,637,393	71.2	237,660	1.5	4,471,118	27.3	16,346,171
Av.	11,484,162	72.5	351,142	2.2	4,038,116	25.3	15,873,420
<u>1963</u>							
Jan.	12,076,063	72.6	325,447	1.9	4,237,665	25.5	16,639,175
Feb.	10,884,996	72.7	268,859	1.8	3,810,435	25.5	14,964,290
Mar.	11,949,001	73.5	394,568	2.4	3,909,489	24.1	16,253,058
Apr.	11,471,912	71.5	270,792	1.7	4,291,808	26.8	16,034,512
May	11,528,781	65.6	307,140	1.7	5,741,907	32.7	17,577,828
June	9,977,855	62.3	282,019	1.8	5,755,624	35.9	16,015,498
July	10,647,953	71.2	387,449	2.6	3,924,904	26.2	14,960,306